THE MARKET DEVELOPMENT FUND

FINANCIAL STATEMENTS

Year Ended March 31, 1988

OFFICE OF THE PROVINCIAL AUDITOR

REGINA, SASKATCHEWAN

89-06007/

AUDITOR'S REPORT

To the Members of the Legislative Assembly
Province of Saskatchewan

I have examined the balance sheet of The Market Development Fund as at March 31, 1988 and the statement of revenue and expenditure for the year then ended. My examination was made in accordance with generally accepted auditing standards, and accordingly included such tests and other procedures as I considered necessary in the circumstances.

In my opinion, these financial statements present fairly the financial position of the Fund as at March 31, 1988 and the results of its operations and the changes in its financial position for the year then ended in accordance with the accounting policies disclosed in Note 2 to the financial statements applied on a basis consistent with that of the preceding year.

W. G. Lutz, F.C.A.,
Provincial Auditor.

Regina, Saskatchewan,
April 13, 1989.

Statement 1

THE MARKET DEVELOPMENT FUND

BALANCE SHEET

As at March 31

	1988	1987
ASSETS		
Due from Consolidated Fund (Note 6)	$187,435	$284,197
FUND BALANCE		
Fund balance, beginning of year	$284,197	$269,420
Excess of revenue over expenditure (expenditure over revenue) - Statement 2	(96,762)	14,777
Fund balance, end of year	$187,435	$284,197

(See accompanying notes to the financial statements)

Statement 2

THE MARKET DEVELOPMENT FUND

STATEMENT OF REVENUE AND EXPENDITURE

Year Ended March 31

	1988	1987
Revenue		
Transfer from the Department of Trade and Investment	$ -	$294,250
Refund of prior year's expenditure	-	22,500
	-	316,750
Expenditure		
Financial assistance (Schedule 1) (Note 3)	96,762	295,033
Administration costs	-	6,940
	96,762	301,973
Excess of revenue over expenditure (expenditure over revenue) - to Statement 1	$(96,762)	$ 14,777

(See accompanying notes to the financial statements)

THE MARKET DEVELOPMENT FUND

NOTES TO THE FINANCIAL STATEMENTS

March 31, 1988

1. Authority

The Market Development Fund is a special purpose fund established under the provisions of The Agricultural Products Market Development Fund Act. The Fund consists of monies transferred to it from sums appropriated out of the Consolidated Fund for that purpose by the Legislature. The Market Development Committee, also established under terms of this Act, may make grants and loans considered necessary for the promotion and development of markets for agricultural products produced or to be produced in the province. Assistance is provided by the Committee subject to the approval of the Minister of Trade and Investment.

2. Accounting Policies

The accounts of the Fund are maintained on a cash basis whereby revenue is recorded as received and financial assistance is recorded when paid.

In some cases, recipients may be required under certain conditions to repay all or a portion of assistance received from the Fund. Repayments from recipients are classified as refunds in the year repayment is subsequently received (See Note 3).

3. Financial Assistance Recoverable

The following schedule summarizes the amounts of financial assistance paid in the current and previous years which remain subject to repayment by recipients under certain conditions:

Fiscal Year Assistance Paid	Amount Subject to Repayment April 1, 1987	Current Year Payments (Repayments)	Amounts Earned or Written Off	Amount Subject to Repayment March 31, 1988
1981-82	$ 40,148	$ -	$ -	$ 40,148
1982-83	30,476	-	-	30,476
1983-84	21,781	-	-	21,781
1984-85	-	-	-	-
1985-86	60,000	-	35,000	25,000
1986-87	-	-	-	-
	$152,405	$ -	$ 35,000	$117,405

On March 29, 1989, the Committee approved the write-off of all amounts subject to repayment at March 31, 1988.

4. Outstanding Project Commitments

As applications for financial assistance are considered and approved by the Market Development Committee and the Minister, the projects are considered to be committed for administrative purposes although payments may be subject to the satisfaction of certain conditions or may be payable from monies appropriated for the Fund in future periods. The total of outstanding project commitments at March 31, 1988 is $23,500 (1987 - $273,810).

5. Related Party Transactions

Administration costs are paid by the Department of Trade and Investment with the exception of certain costs of printing and professional services provided directly for the benefit of the Market Development Committee. No provision for the costs borne by the Department is included in the financial statements.

6. Due from Consolidated Fund

Pursuant to a Minister of Finance Order, the monies in The Market Development Fund have been deposited to the credit of the Fund at no interest in the Consolidated Fund of the Province.

SCHEDULE 1

THE MARKET DEVELOPMENT FUND

SCHEDULE OF FINANCIAL ASSISTANCE DISBURSEMENTS

Year Ended March 31, 1988

APPLICANT	PROJECT NAME	PAYMENTS IN 1987/88
Stampede Stock Farms Ltd.	Piedmontese Promotion, Denver	$ 3,894
Larson Farms	Piedmontese Promotion, Denver	2,735
Storm Valley Farms	Piedmontese Promotion, Denver	3,387
POS Pilot Plant Corporation	India/Hong Kong Trade Fairs, POS	3,150
Saskatchewan Charolais Association	Charolais Incoming Buyers	781
Saskatchewan Hereford Association	Hereford Sale, Incoming Buyers	513
Nature Berry Company	Cleveland Food Fair	373
Eskbank Pheasant Farms	Pheasant Market Promotion	1,868
Saskatchewan Quarter Horse Breeders Promotional Group Inc.	Equitina Horse Show	750
Agdevco	Incoming Egyptian Buyers	4,650
Agdevco	Incoming Buyers, Agribition	2,353
Canadian Western Agribition	Incoming Buyers, Agribition	3,200
COPMCL	European Trade Mission	1,500
Nature Berry Company	Yellowknife Inn Long Term Contract	1,000
Northern Pig Development (Canada) Co. Ltd.	Northern Pig Development Market Expansion	6,564
Saskatchewan Beef Cattle Performance Association	SBCPA Sale Promotion	5,500
Saskatoon Prairieland Exhibition Corporation	The Canada Dairy Expo Promotion	3,281
Springbank Quarter Horses	Quarter Horse Market Promotion	2,562
Canadian Dehydrators Association	Canadian Dehy Export Program	9,500
COPMCL	Promotional Literature Package	1,328
CSP Foods Ltd.	Export Market Development - Flour and Oil	8,020
Futuristic Racehorse Sales	Racehorse Sale Promotion	10,000
Saskatchewan Hereford Association	Hereford Video, Standards Conversion	1,084
Fuhrmann Meats (1978) Ltd.	Fuhrmann Brochure - Food Pacific	950
Mama's Fresh Pasta Ltd.	Feasibility Study - Mama's Fresh Pasta	7,500
P.W. Lorch and Associates	Tanzania Procurement Contract	2,819
Agtech Management	Market Study Specialty Crops	7,500
TOTAL		$ 96,762